

CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2014

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF SMITH CENTER

For the Year Ended December 31, 2014

City Council

Adam Rentschler
Fletcher Bolton
Lynn Zierlein

Dave Mace
Chris Cole

City Offices

Dave Conaway
Jill Conaway
Terri Jones

Mayor
City Clerk
City Treasurer

CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2014

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Smith Center, Kansas, a Municipality, as of and for the year ended December 31, 2014 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Mayor and City Council
City of Smith Center, Kansas
September 24, 2015
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Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Smith Center, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Smith Center, Kansas as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Smith Center, Kansas, as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2014 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and disbursements – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2014 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 supplementary information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

September 24, 2015
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

Statement 1
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SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2014

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	\$ 191,397	\$ -	\$ 881,270	\$ 917,847	\$ 154,820	\$ 27,167	\$ 181,987
Special Purpose Funds							
Industrial Development Fund	30,001	-	8,084	6,165	31,920	-	31,920
Library Fund	1,066	-	52,537	51,103	2,500	650	3,150
Recreation Fund	358	-	24,233	24,203	388	72	460
Special Street and Highway Fund	32,959	-	41,965	24,370	50,554	-	50,554
Special Parks and Recreation Fund	7,619	-	8,714	4,827	11,506	-	11,506
Employee Benefit Fund	238,559	-	183,802	197,718	224,643	85	224,728
Equipment Reserve Fund	164,564	-	50,000	5,226	209,338	-	209,338
Economic Development Fund	244,865	-	141,629	122,589	263,905	734	264,639
Revolving Loan Grant Fund	254,144	-	33,012	170,000	117,156	-	117,156
Economic Development Revolving Loan Fund	83,784	-	185,511	260,352	8,943	-	8,943
Golf Course Donation Fund	21,909	-	11,411	7,588	25,732	-	25,732
Playground Equipment Fund	2,833	-	-	-	2,833	-	2,833
Airport Grant Fund	10,477	-	4,808	13,493	1,792	-	1,792
Capital Projects Fund							
Water Plant Project Fund	(3,267,301)	-	1,969,434	13,956	(1,311,823) *	1,311,823	-
Business Funds							
Water Fund	88,261	-	372,325	337,115	123,471	9,114	132,585
Water Improvement Fund	28,922	6,822	58,130	765	93,109	17,321	110,430
Airport Fund	26,872	-	94,238	99,955	21,155	527	21,682
Golf Course Fund	3,717	-	56,846	59,892	671	-	671
Waste Disposal Fund	257,351	-	326,327	230,295	353,383	1,113	354,496
Total Financial Reporting Entity (Excluding Agency Funds)	<u>\$ (1,577,643)</u>	<u>\$ 6,822</u>	<u>\$ 4,504,276</u>	<u>\$ 2,547,459</u>	<u>\$ 385,996</u>	<u>\$ 1,368,606</u>	<u>\$ 1,754,602</u>

* See Note 3 (Cash Basis Exception)

The notes to the financial statement are an integral part of this statement.

CITY OF SMITH CENTER
Smith Center, Kansas

Statement 1
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SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For The Year Ended December 31, 2014

Composition of Cash

Cash On Hand	\$	100
People's Bank		
Checking Accounts		349,340
Savings		715,745
Certificates of Deposit		100,000
Guarantee State Bank		
Checking Accounts		73,820
Now Accounts		417,276
Certificates of Deposit		<u>100,000</u>
Total Cash		1,756,281
Agency Funds Per Schedule 3		<u>(1,679)</u>
Total Financial Reporting Entity (Excluding Agency Funds)	\$	<u><u>1,754,602</u></u>

The notes to the financial statement are an integral part of this statement.

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

The City of Smith Center, Kansas, is a municipal corporation government by an elected mayor and an elected five member council. This financial statement presents the City of Smith Center, the municipality, and does not include its related municipal entities.

(b) Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2014.

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2014.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Trust Funds, Agency Funds, and the following:

Special Purpose Funds

Revolving Loan Grant Fund

Economic Development Revolving Loan Fund

Golf Course Donation Fund

Playground Equipment Fund

Airport Grant Fund

Business Funds

Water Improvement Fund

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

- A. During the year ended December 31, 2014, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.
- B. The City was in violation of K.S.A. 15-408, by obtaining a loan for equipment instead of capital lease. To borrow money, a majority vote must be cast in an election. The City has paid off the loan subsequent to the violation.
- C. No other statutory violations noted for the year ended December 31, 2014.

3. CASH BASIS EXCEPTION

Water Plant Project Fund:

Authority is authorized under K.S.A. 74-8905 and the Loan Act to issue revenue bonds for the purpose of providing funds to implement the State's requirements under the Federal Act and to loan the same, together with available funds from the EPA capitalization grants, to cities within the State for the payment of Project Costs. The City had a negative unencumbered cash balance in the Water Plant Project Fund at December 31, 2014, because the City must expend monies before they can receive the loan proceeds. K.S.A. 10-1116 provides an exception from a cash-basis law violation for the issuance of bonds. The City expended monies with the expectation of monies being reimbursed under conditions of the KDHE loan agreement.

4. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. The City's deposits were adequately secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$1,756,181 and the bank balance was \$1,856,946. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$859,336 was covered by federal depository insurance, \$997,610 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Regulatory Authority	Amount
Economic Development Fund	Economic Development Revolving Loan Fund		\$ 3,500
Water Fund	Water Improvement Fund	K.S.A. 12-1,118	9,760
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-1,117	50,000

6. DEFINED BENEFIT PENSION PLAN

Plan Description. The City of Smith Center participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

Net Pension Liability. The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014, the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the Municipality's proportionate share of the net pension liability is \$439,511 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is

subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Compensated Absences

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of ten years employment, employees are entitled to fifteen working days of paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. The City Council did not approve any vacation to be carried over to 2014.

Sick Leave

Employees are given one day sick leave for each month of employment. A total of ninety days sick leave can be accumulated. Part-time employees and temporary employees are not entitled to sick leave unless approved by the City Council. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. The hourly wage is computed by dividing the monthly salary by 174 hours. Unused compensatory time will be paid at termination of employment.

8. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workman's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 155 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

9. CAPITAL PROJECTS

Capital Project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project <u>Authorization</u>	Cash Disbursements and Accounts <u>Payable to Date</u>
Water Project	\$3,582,332	\$3,281,257

10. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Smith Center Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2014 was \$75,816.

11. SUBSEQUENT EVENTS

The City had three note receivables outstanding at December 31, 2014 with a company that ceased operations in March 2015. The balance of the note receivables totaled \$304,894 as of December 31, 2014. The company paid \$8,499 on the note receivables prior to closing in March 2015. The City is unable to determine the collectability of the remaining notes receivable as of the date of the audit report.

Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented.

12. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2014, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance 1/1/2014	Additions	Reductions/ Payments	Balance 12/31/2014	Interest/ Service Fee Paid
Capital Leases									
Fire Truck	1.00%	10/23/2008	\$ 144,929	9/15/2018	\$ 72,464	\$ -	\$ 14,493	\$ 57,971	\$ 688
JD Tractor	1.97%	2/10/2011	4,200	2/11/2015	2,141	-	2,141	-	56
2-1999 Dump Trucks	1.95%	6/14/2011	41,000	6/14/2014	13,932	-	13,932	-	272
Patrol Car	1.17%	3/29/2013	27,108	3/29/2016	27,108	-	8,931	18,177	317
Total Capital Leases					115,645	-	39,497	76,148	1,333
Notes Payable									
JD 1025 Utility Tractor	0.00%	10/23/2014	10,015	10/23/2019	-	10,015	-	10,015	-
KDHE Loan									
Kansas Public Water Supply Loan	2.16%	12/10/2012	3,274,703 *	8/1/2035	-	1,969,434	-	1,969,434	765
Kansas Water Pollution Control Loan	2.83%	10/13/2004	1,661,831	9/1/2027	1,257,139	-	74,326	1,182,813	35,055
Total KDHE Loans					1,257,139	1,969,434	74,326	3,152,247	35,820
Total Contractual Indebtedness					\$ 1,372,784	\$ 1,979,449	\$ 113,823	\$ 3,238,410	\$ 37,153

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

Year	Capital Leases		Notes Payable		KDHE Loan		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 23,528	\$ 756	\$ 2,003	\$ -	\$ 76,445	\$ 83,018	\$ 101,976	\$ 83,774
2016	23,634	506	2,003	-	211,111	100,780	236,748	101,286
2017	14,493	253	2,003	-	216,229	95,662	232,725	95,915
2018	14,493	108	2,003	-	221,473	90,417	237,969	90,525
2019	-	-	2,003	-	226,847	85,044	228,850	85,044
2020-2024	-	-	-	-	1,219,610	339,845	1,219,610	339,845
2025-2029	-	-	-	-	980,532	161,447	980,532	161,447
	\$ 76,148	\$ 1,623	\$ 10,015	\$ -	\$ 3,152,247	\$ 956,213	\$ 3,238,410	\$ 957,836

* Loan effective as of December 10, 2012 for the construction of a new water treatment plant. The City received loan proceeds of \$1,969,434 in 2014. In 2015, the City received the remaining loan proceeds of \$1,305,269.

13. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2014	Loaned	Principal Payments	Outstanding 12/31/2014	Interest Received 2014
Restaurant	5%	05/10/04	\$ 48,400	\$ 907	\$ -	\$ 907	\$ -	\$ 12
Retail	5%	09/01/05	45,000	23,982	-	3,067	20,915	1,133
Retail	5%	04/02/07	70,000	34,090	-	5,995	28,095	1,700
Retail	5%	04/03/07	45,000	16,176	-	4,514	11,662	718
Retail	5%	01/08/09	40,000	20,347	-	3,387	16,960	892
Manufacturing/Retail	5%	01/16/09	100,000	50,907	-	50,907	-	1,931
Retail	5%	02/13/09	15,000	10,375	-	1,308	9,067	492
Manufacturing/Retail	5%	02/27/09	150,000	49,641	-	21,393	28,248	1,995
Retail	5%	03/18/09	40,000	15,511	-	4,322	11,189	736
Retail	5%	09/11/09	8,500	1,580	-	1,580	-	41
Retail	5%	12/29/09	10,000	5,847	-	1,032	4,815	285
Retail	5%	06/30/10	10,000	5,731	-	5,731	-	142
Service	5%	11/05/10	20,000	12,915	-	2,108	10,807	650
Housing	5%	10/01/11	63,000	47,687	-	5,497	42,190	2,456
Service	5%	06/01/11	11,000	5,625	-	2,244	3,381	249
Manufacturing/Retail	0-5%	09/18/12	87,000	72,750	-	72,750	-	-
Service	0-5%	10/31/12	15,000	13,107	-	1,843	11,264	50
Construction	0-5%	12/31/12	15,000	12,124	-	2,976	9,148	162
Retail	0-5%	05/01/14	15,000	12,908	-	3,399	9,509	-
Service	0-5%	10/03/14	17,000	16,672	-	1,968	14,704	-
Manufacturing/Retail	0-5%	10/10/14	109,980	-	109,980	1,834	108,146	-
Manufacturing/Retail	0-5%	10/31/14	170,000	-	170,000	1,500	168,500	-
Commercial Real Estate	0-5%	11/26/14	150,851	-	150,851	-	150,851	-
Totals			<u>\$ 1,255,731</u>	<u>\$ 428,882</u>	<u>\$ 430,831</u>	<u>\$ 200,262</u>	<u>\$ 659,451</u>	<u>\$ 13,644</u>

CITY OF SMITH CENTER, KANSAS
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2014

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	\$ 1,112,250	\$ -	\$ 1,112,250	\$ 917,847	\$ (194,403)
Special Purpose Funds					
Industrial Development Fund	37,957	-	37,957	6,165	(31,792)
Library Fund	57,090	-	57,090	51,103	(5,987)
Recreation Fund	26,490	-	26,490	24,203	(2,287)
Special Street and Highway Fund	53,892	-	53,892	24,370	(29,522)
Special Parks and Recreation Fund	14,285	-	14,285	4,827	(9,458)
Employee Benefit Fund	382,000	-	382,000	197,718	(184,282)
Equipment Reserve Fund	227,360	-	227,360	5,226	(222,134)
Economic Development Fund	347,087	-	347,087	122,589	(224,498)
Business Funds					
Water Fund	485,700	-	485,700	337,115	(148,585)
Airport Fund	106,800	-	106,800	99,955	(6,845)
Golf Course Fund	50,719	12,370	63,089	59,892	(3,197)
Waste Disposal Fund	767,285	-	767,285	230,295	(536,990)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 431,991	\$ 463,930	\$ (31,939)
Delinquent Tax	8,066	20,000	(11,934)
Motor Vehicle Tax	76,907	87,273	(10,366)
Recreational Vehicle Tax	1,032	886	146
16/20M Vehicle Tax	1,675	1,573	102
Excise Tax	35	10	25
Intangibles Tax	31,173	26,929	4,244
Highway Connecting Links	9,528	9,500	28
Local Alcoholic Liquor Tax	8,715	8,000	715
Franchise Tax	165,249	175,000	(9,751)
Licenses & Permits	2,779	2,500	279
Services	-	1,500	(1,500)
Fines	2,821	4,000	(1,179)
Key Deposits	675	500	175
Vehicle Identification Number Receipts	1,685	1,500	185
Interest on Idle Funds	2,030	2,500	(470)
Swimming Pool & Concessions	15,572	14,000	1,572
Rents	836	500	336
Reimbursements	82,614	81,500	1,114
Miscellaneous Receipts	12,616	25,000	(12,384)
Fire Department Receipts	22,103	17,500	4,603
Local Grants/Donations	-	5,000	(5,000)
Sale of Property	-	2,000	(2,000)
Transportation Fares	3,168	4,000	(832)
Incoming Transfer			
Waste Disposal Fund	-	75,000	(75,000)
Total Receipts	<u>881,270</u>	<u>\$ 1,030,101</u>	<u>\$ (148,831)</u>
EXPENDITURES			
General Government			
Personal Services	211,773	\$ 221,000	\$ (9,227)
Contractual Services	129,693	124,600	5,093
Commodities	47,205	55,500	(8,295)
Capital Outlay	27,210	21,000	6,210
Total General Government	<u>415,881</u>	<u>422,100</u>	<u>(6,219)</u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	\$ 114,601	\$ 140,900	\$ (26,299)
Contractual Services	16,723	20,250	(3,527)
Commodities	16,841	21,500	(4,659)
Capital Outlay	9,248	11,258	(2,010)
	<hr/>	<hr/>	<hr/>
Total Municipal Court & Police Department	157,413	193,908	(36,495)
	<hr/>	<hr/>	<hr/>
Fire Department			
Contractual Services	28,034	38,750	(10,716)
Commodities	9,029	4,000	5,029
Capital Outlay	15,181	19,180	(3,999)
	<hr/>	<hr/>	<hr/>
Total Fire Department	52,244	61,930	(9,686)
	<hr/>	<hr/>	<hr/>
Street Department			
Personal Services	97,647	99,900	(2,253)
Contractual Services	12,894	16,500	(3,606)
Commodities	53,698	123,250	(69,552)
Capital Outlay	20,726	19,205	1,521
	<hr/>	<hr/>	<hr/>
Total Street Department	184,965	258,855	(73,890)
	<hr/>	<hr/>	<hr/>
Park Department			
Personal Services	-	500	(500)
Contractual Services	4,103	6,850	(2,747)
Commodities	2,854	2,900	(46)
Capital Outlay	-	4,000	(4,000)
	<hr/>	<hr/>	<hr/>
Total Park Department	6,957	14,250	(7,293)
	<hr/>	<hr/>	<hr/>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Swimming Pool			
Personal Services	\$ 31,716	\$ 29,500	\$ 2,216
Contractual Services	4,246	6,550	(2,304)
Commodities	10,667	11,600	(933)
Capital Outlay	90	7,000	(6,910)
Total Swimming Pool	<u>46,719</u>	<u>54,650</u>	<u>(7,931)</u>
Street Lighting			
Contractual Services	<u>32,775</u>	<u>36,000</u>	<u>(3,225)</u>
Audit & Accounting			
Contractual Services	<u>10,145</u>	<u>4,500</u>	<u>5,645</u>
Other Expenditures			
Neighborhood Revitalization Rebate	10,748	11,104	(356)
Miscellaneous Expenditures	<u>-</u>	<u>54,953</u>	<u>(54,953)</u>
Total Other Expenditures	<u>10,748</u>	<u>66,057</u>	<u>(55,309)</u>
Total Expenditures	<u>917,847</u>	<u>\$ 1,112,250</u>	<u>\$ (194,403)</u>
Receipts Over (Under) Expenditures	(36,577)		
UNENCUMBERED CASH, January 1, 2014	<u>191,397</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 154,820</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 6,638	\$ 7,128	\$ (490)
Delinquent Tax	138	100	38
Motor Vehicle Tax	1,261	1,417	(156)
Recreational Vehicle Tax	17	14	3
16/20M Vehicle Tax	29	25	4
Excise Tax	1	-	1
	<u>8,084</u>	<u>\$ 8,684</u>	<u>\$ (600)</u>
Total Receipts			
EXPENDITURES			
Allocations	6,000	\$ 34,000	\$ (28,000)
Reimbursed Expenditures	-	2,450	(2,450)
Miscellaneous Expenditures	-	1,327	(1,327)
Neighborhood Revitalization Rebate	165	180	(15)
	<u>6,165</u>	<u>\$ 37,957</u>	<u>\$ (31,792)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	1,919		
UNENCUMBERED CASH, January 1, 2014	<u>30,001</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 31,920</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 43,146	\$ 46,333	\$ (3,187)
Delinquent Tax	885	750	135
Motor Vehicle Tax	8,204	9,188	(984)
Recreational Vehicle Tax	110	93	17
16/20M Vehicle Tax	188	166	22
Excise Tax	4	-	4
	<u>52,537</u>	<u>\$ 56,530</u>	<u>\$ (3,993)</u>
Total Receipts			
EXPENDITURES			
Personal Services	41,773	\$ 40,000	\$ 1,773
Contractual Services	8,257	15,920	(7,663)
Neighborhood Revitalization Rebate	1,073	1,170	(97)
	<u>51,103</u>	<u>\$ 57,090</u>	<u>\$ (5,987)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	1,434		
UNENCUMBERED CASH, January 1, 2014	<u>1,066</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 2,500</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 19,913	\$ 21,384	\$ (1,471)
Delinquent Tax	394	500	(106)
Motor Vehicle Tax	3,786	4,236	(450)
Recreational Vehicle Tax	51	43	8
16/20M Vehicle Tax	87	77	10
Excise Tax	2	-	2
	<u>24,233</u>	<u>\$ 26,240</u>	<u>\$ (2,007)</u>
Total Receipts			
EXPENDITURES			
Personal Services	6,902	\$ 9,000	\$ (2,098)
Contractual Services	1,639	2,000	(361)
Capital Outlay	3,567	1,102	2,465
Appropriation to Recreation Commission	11,650	13,848	(2,198)
Neighborhood Revitalization Rebate	445	540	(95)
	<u>24,203</u>	<u>\$ 26,490</u>	<u>\$ (2,287)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	30		
UNENCUMBERED CASH, January 1, 2014	<u>358</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 388</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

SPECIAL STREET AND HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	\$ 41,965	\$ 43,150	\$ (1,185)
EXPENDITURES			
Personal Services	-	\$ 3,500	\$ (3,500)
Contractual Services	-	5,000	(5,000)
Commodities	8,525	39,670	(31,145)
Capital Outlay	15,845	4,500	11,345
Miscellaneous	-	1,222	(1,222)
Total Expenditures	24,370	\$ 53,892	\$ (29,522)
Receipts Over (Under) Expenditures	17,595		
UNENCUMBERED CASH, January 1, 2014	32,959		
UNENCUMBERED CASH, December 31, 2014	\$ 50,554		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2014

SPECIAL PARKS AND RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	\$ 8,714	\$ 8,000	\$ 714
EXPENDITURES			
Personal Services	3,827	\$ 5,000	\$ (1,173)
Contractual Services	1,000	4,785	(3,785)
Commodities	-	2,500	(2,500)
Capital Outlay	-	1,000	(1,000)
Miscellaneous	-	1,000	(1,000)
Total Expenditures	4,827	\$ 14,285	\$ (9,458)
Receipts Over (Under) Expenditures	3,887		
UNENCUMBERED CASH, January 1, 2014	7,619		
UNENCUMBERED CASH, December 31, 2014	\$ 11,506		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 134,994	\$ 144,972	\$ (9,978)
Delinquent Tax	3,728	1,000	2,728
Motor Vehicle Tax	32,424	35,432	(3,008)
Recreational Vehicle Tax	437	360	77
16/20M Vehicle Tax	819	638	181
Excise tax	17	-	17
Reimbursements	11,383	13,500	(2,117)
	<u>183,802</u>	<u>\$ 195,902</u>	<u>\$ (12,100)</u>
Total Receipts	<u>183,802</u>	<u>\$ 195,902</u>	<u>\$ (12,100)</u>
EXPENDITURES			
Social Security & Medicare Tax	42,191	\$ 75,000	\$ (32,809)
Retirement	44,811	72,000	(27,189)
Workman's Compensation	16,959	60,000	(43,041)
Health Insurance	83,571	90,000	(6,429)
Dental Insurance	5,078	-	5,078
Vision Care	923	-	923
Unemployment Tax	526	5,000	(4,474)
Neighborhood Revitalization Rebate	3,359	4,509	(1,150)
Miscellaneous Expenditures	300	12,000	(11,700)
Reserve	-	63,491	(63,491)
	<u>197,718</u>	<u>\$ 382,000</u>	<u>\$ (184,282)</u>
Total Expenditures	<u>197,718</u>	<u>\$ 382,000</u>	<u>\$ (184,282)</u>
Receipts Over (Under) Expenditures	(13,916)		
UNENCUMBERED CASH, January 1, 2014	<u>238,559</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 224,643</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

EQUIPMENT RESERVE FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Incoming Transfer			
Waste Disposal Fund	\$ 50,000	\$ 75,000	\$ (25,000)
EXPENDITURES			
Capital Outlay	5,226	\$ 227,360	\$ (222,134)
Receipts Over (Under) Expenditures	44,774		
UNENCUMBERED CASH, January 1, 2014	<u>164,564</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 209,338</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

ECONOMIC DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Sales Tax	\$ 128,137	\$ 110,000	\$ 18,137
Compensating Use Tax	13,256	14,000	(744)
Miscellaneous Receipts	-	5,000	(5,000)
Reimbursements	-	1,000	(1,000)
Heritage Townhomes	236	-	236
Total Receipts	<u>141,629</u>	<u>\$ 130,000</u>	<u>\$ 11,629</u>
EXPENDITURES			
Personal Services	40,796	\$ 46,000	\$ (5,204)
Contractual Services	77,207	190,000	(112,793)
Commodities	1,086	8,000	(6,914)
Capital Outlay	-	30,000	(30,000)
Miscellaneous Expenditures	-	25,000	(25,000)
Outgoing Transfer			
Economic Development Revolving Loan Fund	<u>3,500</u>	<u>48,087</u>	<u>(44,587)</u>
Total Expenditures	<u>122,589</u>	<u>\$ 347,087</u>	<u>\$ (224,498)</u>
Receipts Over (Under) Expenditures	19,040		
UNENCUMBERED CASH, January 1, 2014	<u>244,865</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 263,905</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For The Year Ended December 31, 2014

REVOLVING LOAN GRANT FUND

	<u>Actual</u>
RECEIPTS	
Loan Principal & Interest Received	\$ 32,583
Interest on Idle Funds	<u>429</u>
Total Receipts	<u>33,012</u>
EXPENDITURES	
Loan	<u>170,000</u>
Receipts Over (Under) Expenditures	(136,988)
UNENCUMBERED CASH, January 1, 2014	<u>254,144</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 117,156</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For The Year Ended December 31, 2014

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	<u>Actual</u>
RECEIPTS	
Loan Principal & Interest Received	\$ 181,323
Interest on Idle Funds	199
Miscellaneous	489
Incoming Transfer	
Economic Development Fund	<u>3,500</u>
Total Receipts	<u>185,511</u>
EXPENDITURES	
Loan to Applicants	259,980
ACH Fee	<u>372</u>
Total Expenditures	<u>260,352</u>
Receipts Over (Under) Expenditures	(74,841)
UNENCUMBERED CASH, January 1, 2014	<u>83,784</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 8,943</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2014

GOLF COURSE DONATION FUND

	<u>Actual</u>
RECEIPTS	
Local Grants/Donations	<u>\$ 11,411</u>
EXPENDITURES	
Commodities	-
Contractual	1,417
Capital Outlay	<u>6,171</u>
Total Expenditures	<u>7,588</u>
Receipts Over (Under) Expenditures	3,823
UNENCUMBERED CASH, January 1, 2014	<u>21,909</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 25,732</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For The Year Ended December 31, 2014

PLAYGROUND EQUIPMENT FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2014	<u>2,833</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 2,833</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2014

AIRPORT GRANT FUND

	<u>Actual</u>
RECEIPTS	
Local Grants/Donations	<u>\$ 4,808</u>
EXPENDITURES	
Capital Outlay	<u> 13,493</u>
Receipts Over (Under) Expenditures	(8,685)
UNENCUMBERED CASH, January 1, 2014	<u> 10,477</u>
UNENCUMBERED CASH, December 31, 2014	<u><u> \$ 1,792</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For The Year Ended December 31, 2014

WATER PLANT PROJECT FUND

	<u>Actual</u>
RECEIPTS	
KDHE Loan Proceeds	<u>\$ 1,969,434</u>
EXPENDITURES	
Loan Origination Fee	8,956
Administrative Services	<u>5,000</u>
Total Expenditures	<u>13,956</u>
Receipts Over (Under) Expenditures	1,955,478
UNENCUMBERED CASH, January 1, 2014	<u>(3,267,301)</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ (1,311,823) *</u></u>

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Water Department			
Water Sales	\$ 363,565	\$ 325,000	\$ 38,565
Petty Cash	1,362	2,000	(638)
Miscellaneous Receipts	1,166	6,987	(5,821)
Reimbursements	2,208	5,000	(2,792)
Installation Charges	2,300	2,000	300
Interest on Idle Funds	1,724	2,500	(776)
Improvements	-	50,000	(50,000)
	<u>372,325</u>	<u>\$ 393,487</u>	<u>\$ (21,162)</u>
Total Receipts			
EXPENDITURES			
Production			
Contractual Services	22,561	\$ 23,150	\$ (589)
Commodities	1,098	2,750	(1,652)
Capital Outlay	-	4,000	(4,000)
	<u>23,659</u>	<u>29,900</u>	<u>(6,241)</u>
Total Production			
Transmission & Distribution			
Personal Services	93,580	95,000	(1,420)
Contractual Services	31,017	36,500	(5,483)
Commodities	36,060	67,000	(30,940)
Capital Outlay	231	17,500	(17,269)
	<u>160,888</u>	<u>216,000</u>	<u>(55,112)</u>
Total Transmission & Distribution			

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

WATER FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Administration & General			
Personal Services	\$ 84,989	\$ 38,900	\$ 46,089
Contractual Services	48,417	115,500	(67,083)
Commodities	5,609	4,500	1,109
Capital Outlay	2,392	15,000	(12,608)
Total Administration & General	141,407	173,900	(32,493)
Other Expenditures			
Postage	600	1,000	(400)
Miscellaneous Expenditures	501	2,000	(1,499)
Key Returns	300	400	(100)
Total Other Expenditures	1,401	3,400	(1,999)
Miscellaneous	-	7,500	(7,500)
Outgoing Transfer			
Water Improvement Fund	9,760	55,000	(45,240)
Total Expenditures	337,115	\$ 485,700	\$ (148,585)
Receipts Over (Under) Expenditures	35,210		
UNENCUMBERED CASH, January 1, 2014	88,261		
UNENCUMBERED CASH, December 31, 2014	\$ 123,471		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2014

WATER IMPROVEMENT FUND

	<u>Actual</u>
RECEIPTS	
Water Billing	\$ 48,370
Incoming Transfer	
Water Fund	<u>9,760</u>
Total Receipts	<u>58,130</u>
EXPENDITURES	
Debt Service	
Interest	641
Service Fee	<u>124</u>
Total Expenditures	<u>765</u>
Receipts Over (Under) Expenditures	57,365
UNENCUMBERED CASH, January 1, 2014	28,922
Prior Year Cancelled Encumbrance	<u>6,822</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 93,109</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

AIRPORT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Hanger Rent	\$ 9,000	\$ 10,000	\$ (1,000)
Farm Ground Rent	8,034	5,000	3,034
Miscellaneous Receipts	4,767	2,663	2,104
Fuel Sales	64,450	71,000	(6,550)
County Allocation	1,238	1,750	(512)
Insurance Proceeds	6,749	-	6,749
	<u>94,238</u>	<u>\$ 90,413</u>	<u>\$ 3,825</u>
EXPENDITURES			
Contractual Services	21,189	\$ 23,650	\$ (2,461)
Commodities	59,796	66,500	(6,704)
Capital Outlay	18,970	6,650	12,320
Miscellaneous Expenditures	-	10,000	(10,000)
	<u>99,955</u>	<u>\$ 106,800</u>	<u>\$ (6,845)</u>
Receipts Over (Under) Expenditures	(5,717)		
UNENCUMBERED CASH, January 1, 2014	<u>26,872</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 21,155</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2014

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Dues	\$ 23,591	\$ 24,000	\$ (409)
Rentals	7,690	8,200	(510)
Fees	4,655	8,000	(3,345)
Tournaments	6,230	5,000	1,230
Local Grants/Donations	-	1,000	(1,000)
Miscellaneous Receipts	2,132	500	1,632
Interest on Idle Funds	178	175	3
Insurance Reimbursement	12,370	-	12,370
	<u>56,846</u>	<u>\$ 46,875</u>	<u>\$ 9,971</u>
Total Receipts			
EXPENDITURES			
Personal Services	-	\$ 3,500	\$ (3,500)
Contractual Services	12,379	16,600	(4,221)
Commodities	27,605	21,500	6,105
Capital Outlay	19,908	9,119	10,789
Adjustment for Qualifying Budget Credits	-	12,370	(12,370)
	<u>59,892</u>	<u>\$ 63,089</u>	<u>\$ (3,197)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(3,046)		
UNENCUMBERED CASH, January 1, 2014	<u>3,717</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 671</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-20

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For The Year Ended December 31, 2014

WASTE DISPOSAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Waste Disposal Receipts	\$ 326,155	\$ 325,000	\$ 1,155
Miscellaneous Receipts	172	200	(28)
	<u>326,327</u>	<u>\$ 325,200</u>	<u>\$ 1,127</u>
EXPENDITURES			
Personal Services	49,720	\$ 36,000	\$ 13,720
Contractual Services	14,806	42,000	(27,194)
Commodities	4,837	11,750	(6,913)
Capital Outlay	1,551	10,000	(8,449)
Debt Service			
Principal	74,326	74,326	-
Interest	31,958	31,958	-
Service Fee	3,097	3,097	-
Reserves	-	403,154	(403,154)
Miscellaneous Expenditures	-	5,000	(5,000)
Outgoing Transfers			
General Operating Fund	-	75,000	(75,000)
Equipment Reserve Fund	50,000	75,000	(25,000)
	<u>230,295</u>	<u>\$ 767,285</u>	<u>\$ (536,990)</u>
Receipts Over (Under) Expenditures	96,032		
UNENCUMBERED CASH, January 1, 2014	<u>257,351</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 353,383</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended December 31, 2014

AGENCY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Payroll Clearing Fund	\$ 1,352	\$ 327	\$ -	\$ 1,679